The Industrial Technologies Program: Meeting the Challenge

STEAB Meeting October 17, 2007

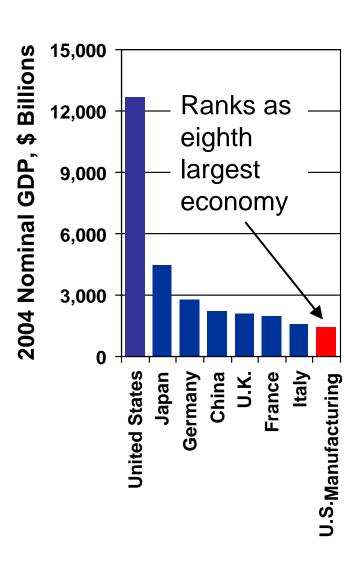
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Industry: Critical to U.S. Energy Security & Economy

The U.S. manufacturing sector

- Consumes more energy than any sector of the economy
- Makes highest contribution to GDP (12%)
- Produces nearly 1/4th of world manufacturing output
- Supplies >60% of US exports, worth \$50 billion/month
- Employs 14 million people
- Spurs job creation and investment in other sectors

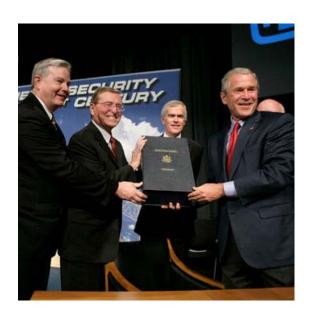


Energy Policy Act (EPAct) of 2005

Section 106:

Form voluntary partnerships with industrial companies that commit to reduce their industrial energy intensity by 2.5% annually through 2016.

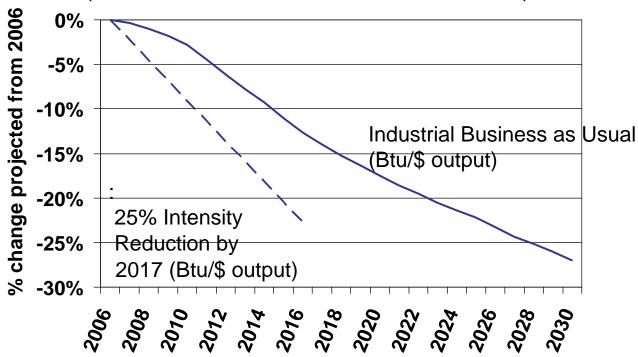
- ITP must develop a program to meet this requirement
- Issued request for information from our stakeholders
- Received 39 responses from individual companies, trade association, state agencies, and other interested parties



Our Goal

Drive a 25% reduction in U.S. industrial energy intensity by 2017 in support of EPAct 2005 and the President's carbon reduction goals

Percent Change in Industrial Energy Intensity (Business-as-Usual Case & ITP Goal)



Source: EIA, AEO 2007, Business As Usual (BAU) case

So What's New?

- Address the RD&D need throughout the Industry Sector
 - Nano Manufacturing, Energy Intensive Processes, Industry Specific Demonstrations, Market Analysis and Deployment, Clean Heat and Power, Flexible Fuels and Feedstocks
- Broaden our partnerships across the industrial sector
- Strengthen and maintain relationships with our stakeholders
- Build collaborations across federal programs
- Significantly increase the number of plant assessments done each year
- Broaden the areas covered by each assessment
- Develop an ANSI/ISO standard for Energy Management Systems
- Deploy a corporate supply chain strategy
- Plan and implement a deployment capability
- Work with industry to establish a mentoring program on energy

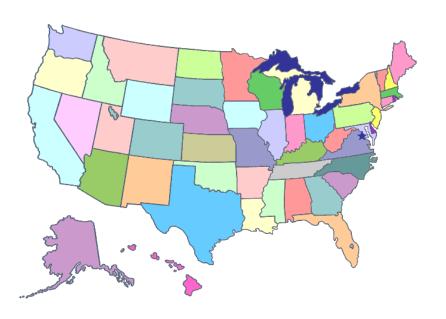


One collaboratively planned and aggressively implemented program with widely touted results and strong, active stakeholder support

Overview of ITP States

- Goal: Rapid deployment of energy efficient technologies and practices
- Collaborative Effort between ITP and States
- Transfer of Tools, Practices, and Technologies
- States are the **Key** Technology Delivery Vehicle for ITP and Save Energy Now!

Industrial Technologies Program



Local Approach

- "One Size Does Not Fits All"
 - Individual
 - Regional
- Relationships Built Locally
- Success Built on Relationships
- Work with States to Adapt ITP Tools, Practices and Technologies to their Needs
- Help to Overcome Barriers and Improve Industrial Efficiency



New Resources

- States Collaboration Plan
 - Used to guide future ITP State
 Activities
- ITP State Activities Web site
 - Statistics on Industry within Each State
 - Economic Indicators
 - List of State Activities
 - Important Contacts
- Coming Soon
 - States Incentives Inventory
 - Comprehensive Database of Incentives for Commercial and Industrial Entities
 - Incentives for Improved Energy Efficiency and Renewable Technology Promotion

http://www1.eere.energy.gov/industry/about/state_activities/main_map.asp

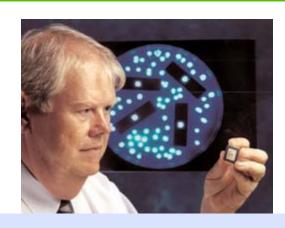


Plan of Action in FY08

- Engage NASEO to be Key Communicator and Organizer
- Establishing Strategic Partnerships
 - Memorandum of Understanding
 - WI first taker
- States Solicitation
 - Marketing and Outreach
 - Training Centers
 - Energy Assessments
 - Technology Demonstrations
 - Commercialization of Emerging Technologies
 - Project Implementation
 - Five or more active State efforts by year end



Save ENERGY Now



Together We Can Make It Happen!

